



DEFENSE FINANCE AND ACCOUNTING SERVICE

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JUL 2 - 1998

DFAS-HQ/FMM


MEMORANDUM FOR DIRECTOR DEFENSE FINANCE AND ACCOUNTING SERVICE
CLEVELAND CENTER
DIRECTOR DEFENSE FINANCE AND ACCOUNTING SERVICE
DENVER CENTER
DIRECTOR DEFENSE FINANCE AND ACCOUNTING SERVICE
INDIANAPOLIS CENTER
DIRECTOR DEFENSE FINANCE AND ACCOUNTING SERVICE
KANSAS CITY CENTER
PROGRAM MANAGER, DEFENSE JOINT MILITARY PAY SYSTEM

SUBJECT: Interim Change to the DoDFMR, Volume 7A, Regarding -
Basic Allowance for Housing for Reserve Members (DFAS
Item H-2)

This is Interim Change 27-98 to the DoDFMR, Vol 7A. This
change is effective January 1, 1998.

We have evaluated your comments on the draft change to the
DoDFMR, Vol 7A. The attached final version of the change
includes your comments where appropriate. Assignment of an
interim change number is your authority to start a procedural
modification, if necessary, to facilitate this change. For the
Denver Center, use the attached to initiate the formal printed
change to the DoDFMR, Volume 7A, and the interim change.

Our point of contact, Roger Castillo, may be contacted at
DSN 327-1907 or Commercial (703) 607-1907.


Gregory P. Fitz
Director for Finance

Attachment:
As stated

cc: DASD (MPP) (Comp)
ODGC (F)
DFAS-DE/DG
Service Liaisons
USCG/NOAA/PHS Liaisons

1. Replace Table 26-9 with Tab A.

2. Revise paragraph 560502 as follows:

 "560502. Basic Allowance for Housing (BAH).

 A. Entitlement-Active Duty With Pay. Members of a Reserve component on active duty with pay are entitled to BAH under terms and conditions of Chapter 26. Members of a Reserve component on active duty (other than for training) with pay are entitled to BAH under the same terms and conditions as members serving on full time active duty. A member who is receiving quarters allowance incident to civilian employment may also receive BAH as a result of military service, if otherwise entitled. See paragraph 260203 for further guidance."

3. Revise paragraph 560502B1 as follows:

 "1. Duty at the Permanent Duty Station. BAH will be paid at the same rates prescribed in Table 26-9 and under the same conditions as provided for a member without dependents on active duty with pay.

4. Revise paragraph 560502C through 560502E as follows:

 C. Permanent Duty Station - Active Duty For Training. For members of the National Guard, the Air National Guard, or Reserve components of any of the Uniformed Services on active duty for training, the place where the training duty is being performed shall be deemed to be the permanent station of such members for BAH entitlement purposes. The rates payable are reflected in Table 26-9.

 D. Permanent Duty Station - Active Duty Other Than For Training and No Permanent Change of Station (PCS) Orders. Effective 2 August 1990, the permanent duty station (PDS) for members of Reserve components ordered to active duty (other than for training and no PCS orders issued) will be their monthly drill/training station. The permanent duty station (PDS) for Reserve members who have no monthly drill/training station (i.e., Individual Ready Reserve (IRR), some individual mobilization augmentees (IMA), Standby Reservists, and Retired Reservists) is the place from which they were called/ordered to active duty.

Any follow-on duty away from the PDS (to include involuntary reassignment to another Reserve component unit for the purpose of cross leveling members to support operational missions) is considered TDY/TAD. Therefore, when those members, without dependent, are not furnished government quarters at the PDS, they are entitled to without-dependent BAH under Table 26-3, rule 1, and the BAH will continue for the TDY/TAD periods under Table 26-3, rule 13, even though Government quarters are furnished at the TDY/TAD location. See paragraph 260203 for further guidance. The rate payable is based on the locality rate at the members permanent duty station.

E. Contingency Operations. BAH is authorized to Reservists without dependents, under terms and conditions of Chapter 26, when called or ordered to active duty in connection with a contingency operation as defined in 10 U.S.C. 101(a)(13) (reference (c)), who because of the call or order are unable to continue to occupy their primary residence that is owned by the member, or for which the member remains responsible for rent payment. The rate payable is based on the locality rate at the members permanent duty station.

5. Revise paragraph 560605C as follows:

"C. Allowance for Housing to Surviving Dependents. The provisions of Chapter 36, section 3603, apply to the surviving dependents of members of the Reserve components that were on active duty at the time of death."

MONTHLY BAH TYPE II RATES EFFECTIVE 1 JAN 1998

Pay Grade	Partial	Differential	Without Dependent	With Dependent
0-10	\$50.70	\$195.90	\$847.80	\$1043.70
0-9	50.70	195.90	847.80	1043.70
0-8	50.70	195.90	847.80	1043.70
0-7	50.70	195.90	847.80	1043.70
0-6	39.60	161.70	777.90	939.60
0-5	33.00	156.60	749.10	905.70
0-4	26.70	104.10	694.20	798.30
0-3	22.20	104.10	556.50	660.60
0-2	17.70	122.70	441.30	564.00
0-1	13.20	132.60	371.70	504.30
0-3E	22.20	108.90	600.90	709.80
0-2E	17.70	129.90	510.60	640.50
0-1E	13.20	152.70	439.20	591.90
W-5	25.20	65.40	705.30	770.70
W-4	25.20	80.10	626.40	706.50
W-3	20.70	120.90	526.50	647.40
W-2	15.90	128.10	467.40	595.50
W-1	13.80	123.60	391.50	515.10
E-9	18.60	163.80	514.50	678.30
E-8	15.30	153.00	472.20	625.20
E-7	12.00	177.00	403.50	580.50
E-6	9.90	171.30	365.10	536.40
E-5	8.70	145.50	336.90	482.40
E-4	8.10	126.30	293.10	419.40
E-3	7.80	102.90	287.40	390.30
E-2	7.20	138.30	233.40	371.70
E-1	6.90	163.50	208.20	371.70

★ Table 26-9. Monthly Rates of BAH Type II Effective 1 Jan 1988

Tab A